



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 16, 2011

Ann Pedroza
State of Utah, Office of State Treasurer
E315 State Capitol Complex
Post Office Box 142315
Salt Lake City, Utah 84114-2315

Subject: Authorization for Release of Cash Deposit Held by Utah State Treasurer, CML Metals, Iron Mountain Mine, M/021/0008, Iron, Utah

Dear Ms. Pedroza:

The Utah State Treasurer is presently holding funds for the benefit of the State of Utah, Division of Oil, Gas and Mining as a form of reclamation surety for the following project:

Permit ID	Mine Name	BOND AMOUNT			OPERATOR Check payable to	Account Number
		Total Amount Held	Release Amount Requested	Amount to be Retained		
M/021/0008	Iron Mountain Mine	\$182,100	\$182,100	\$182,100	CML Metals Corporation	

The account is in the name of Palladon Iron Corporation, but the permit has been transferred to the operator shown in the above table, CML Metals Corporation.

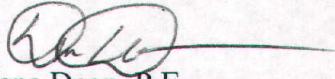
CML Metals Corporation has provided a replacement surety and has requested release of the cash deposit. This letter authorizes the State Treasurer to release the referenced amount, along with any interest accrued in this account.

Please make the check payable to the operator and remit the funds to the Division, attention: Minerals Regulatory Program—Bond Coordinator.

Page 2
Ann Pedroza
M/021/0008
June 16, 2011

If you have any questions or require further discussion regarding this letter, please contact Penny Berry, bond coordinator, at 801-538-5291, or by e mail at bondcoordinator@utah.gov.

Sincerely,

A handwritten signature in black ink, appearing to read 'Dana Dean', with a long horizontal line extending to the right.

Dana Dean, P.E.
Associate Director

DD:lk:pb
P:\GROUPS\MINERALS\WP\M021-Iron\M0210008-IronMtn\Final\cashr-4154-06152011.doc